PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



March 8, 2007

NOTICE TO ALL CARRIERS WHO PROVIDE UNIVERSAL LIFELINE TELEPHONE SERVICE (ULTS)

The Telecommunications Division (TD) is issuing this notice to establish the Household Income Limitation (HIL) requirement for the Universal Lifeline Telephone Service (ULTS) for 2005. Section 5.2.1. of General Order (GO) 153, adopted by Resolution T-16591 dated February 21, 2002, requires TD to adjust the HIL requirement for the ULTS annually to reflect inflation based on change in the Federal Consumer Price Index – Urban Area (CPI-U) by April 15, 2007. Further, Section 5.2.1 of GO 153 orders the Director of the TD to communicate new income levels to carriers in a letter within 5 business days of the adjustment being made. The Commission further directs the TD to order carriers to file revised tariffs effective June 1 of each year reflecting the new income levels.

The calculation to determine the change in the income limitation for the ULTS is set forth in Appendix A of this letter. Following this process, the TD has determined the revised income limits to be as follows:

Household Size	Income Limitation
1 – 2	\$22,000
3	\$25,900
4	\$31,200
Each Additional Member	\$5,300

These income limits are effective from June 1, 2007 to May 31, 2008.

Pursuant to Section 5.2.1 of GO 153, please file revised tariffs with the Telecommunications Division reflecting the income levels noted above by May 21, 2007, specifying that tariffs will become effective June 1, 2007.

If you have any question regarding this notice, please contact Hassan Mirza at (415) 703-1638, e-mail mhm@cpuc.ca.gov.

Sincerely,

Jack Leutza, Director

Jack Centra

Telecommunications Division